

<b>Name:</b>	
<b>Enrolment No:</b>	

**UNIVERSITY OF PETROLEUM AND ENERGY STUDIES**

**End Semester Examination, December 2020**

**Course: Customs Clearance Procedure**

**Semester: V**

**Programme: BBA (Foreign Trade)**

**Course Code: INTB3004**

**Time: 3 hrs.**

**Max. Marks: 100**

**SECTION A (30 Marks)**

**Instructions: All questions in this section are compulsory. Each question carries 5 marks.**

Question No.	QUESTION	CO
Q 1	Assessment department of customs calculates the Customs duty applicable. (T/F)	CO1
Q 2	The document LEO (Let Export Order) is also known as .....?	CO1
Q 3	Who pays import duty in DDP terms of contract? (Importer/Exporter/Customs House/Shipping lines)	CO1
Q 4	Incase of Exports, which document is issued first, a Bill of Lading or a Shipping Bill?	CO1
Q 5	The document used for calculation of Customs Duty is .....(BoE/Invoice/Softex/LEO/Packing List).	CO1
Q 6	“Out-of-charge” and “Gatepass” are documents issued in ..... clearance (Import / Export)	CO1

**SECTION B (50 MARKS)**

**Instructions: Attempt all questions. Each question carries 10 marks.**

Q 1	Explain the Customs Clearance procedure for <b>EXPORT OF GOODS FROM INDIA</b> , step by step.	CO4
Q 2	Differentiate between Bill of Entry for Home Consumption and Bill of Entry for Warehousing. What is the role of Bill of Entry for Ex-Bond Clearance in the above mentioned documents? Explain.	CO3
Q 3	What do you understand by Risk Management System (RMS) in customs clearance? Explain how does this system work and how does it benefit the importer / exporter?	CO3
Q 4	How is a Bill of Entry different from Bill of Lading and Bill of Export?	CO3
Q 5	Differentiate amongst a CONSIGNOR, CONSIGNEE, BUYER, SELLER and NOTIFY PARTY.	CO3

**SECTION-C (20 MARKS)**

Q

What do you understand by Customs Duty? Who pays this duty to whom and in which currency?

What will be the exact import duty to be paid in the following situation:

**What is the final landed cost of ONE mobile phone**

- Contracted FOB value of 100 mobile phones negotiated with the US exporter **US \$ 85,000 FOB (Washington DC)**
- Freight (Washington to JNPT) **Rs. 20,000**
- Insurance **Rs. 10,000**
- Customs Duty rate applicable to the product (including IGST and other taxes) **20 %**
- Prevailing US \$ conversion rate:
  - i. Buying Rate **1 US\$ = Rs.70/-**
  - ii. Selling Rate **1 US\$ = Rs.71/-**
  - iii. CBIC Import Rate **1 US\$ = Rs.68/-**
  - iv. CBIC Export Rate **1 US\$ = Rs.66/-**

CO4